



RESOLUTION NO. 2011-19

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF LYNNWOOD, WASHINGTON, AUTHORIZING AN INTERFUND LOAN FROM THE UTILITY FUND TO THE GOLF COURSE FUND.

WHEREAS, the economy has had a significant impact on the City's revenues and cash reserves; and

WHEREAS, in order to maintain sufficient cash flow in the Golf Course Fund, the City determined that it is necessary for the City to borrow funds from the Utility Fund; and

WHEREAS, LMC Chapter 3.90 and the Washington State Auditor's Office, through the Budgeting, Accounting and Reporting System (BARS) manual, require approval of interfund loans by resolution; and

WHEREAS, LMC 3.90.030 (Repayment Schedule and Inter Rate) provides that each interfund loan shall be documented with a finance plan reflecting the repayment schedule and interest rate to be charged and signed by the department head requesting the loan; and by the City's Finance Director approving a reasonable interest rate;

NOW, THEREFORE, THE CITY COUNCIL OF THE CITY OF LYNNWOOD RESOLVES AS FOLLOWS:

Section 1. The City Council approves of an interfund loan from the Utility Fund to the Golf Course Fund in accordance with, and subject to, the terms and conditions as set forth in Exhibit A (attached hereto) and incorporated herein by reference.

APPROVED BY THE CITY COUNCIL at its Special Meeting on December 27, 2011.

Don Gough, Mayor

ATTEST:

Lorenzo Hines, Director of Finance

INTERFUND LOAN – 2011

LOAN FROM:	Fund 411 – Utility Fund		
LOAN TO:	Fund 460 – Golf Course Fund		
RATE OF INTEREST:	1.20%		
AMOUNT OF LOAN:	NOT TO EXCEED \$1,300,000.00		
DATE OF LOAN TRANSFER:	AS NEEDED		
REPAYMENT DATE:	MARCH 31, 2012		
REPAYMENT TERMS:	03-31-2012	Principal Payment	\$1,300,000.00
		And Interest Amount	\$15,600.00